

CITY OF STOCKTON

Stockton, Kansas

FINANCIAL STATEMENT AND INDEPENDENT AUDITOR'S REPORT

For the Year Ended December 31, 2017

MAPES & MILLER LLP  
Certified Public Accountants  
Stockton, Kansas

**CITY OF STOCKTON**

**For the Year Ended December 31, 2017**

CITY COUNCIL

Kim Thomas, Mayor

City Commissioners

Reesa Brown  
Wayne Madison

Don McLaughlin  
Sandi Rogers

Administration

Keith Schlaegel  
Courtney Flower

City Manager  
City Clerk

**CITY OF STOCKTON**  
**Stockton, Kansas**  
**For the Year Ended December 31, 2017**

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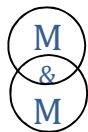
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**Stockton, Kansas**  
**For the Year Ended December 31, 2017**

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## INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and Commissioners  
City of Stockton, Kansas

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of the City of Stockton, Kansas as of and for the year ended December 31, 2017 and the related notes to the financial statement.

### *Management's Responsibility for the Financial Statements*

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

### *Auditor's Responsibility*

Our responsibility is to express an opinion on the financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America, and the *Kansas Municipal Audit and Accounting Guide*. Those standards require we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the City's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting principles used and reasonableness of significant estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

### *Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles*

As described in Note 1 of the financial statement, the financial statement is prepared by the City on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

***Adverse Opinion on U.S. Generally Accepted Accounting Principles***

In our opinion, because of the significance of the matter discussed in the “Basis for “Adverse Opinion on U.S. Generally Accepted Accounting Principles” paragraph, the financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the City of Stockton, Kansas as of December 31, 2017, or changes in financial position and cash flows thereof for the year then ended.

***Unmodified Opinion on Regulatory Basis of Accounting***

In our opinion, the financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of the City of Stockton, Kansas, as of December 31, 2017, and the aggregate cash receipts and expenditures for the year then ended in accordance with the financial reporting provisions of *Kansas Municipal Audit and Accounting Guide* described in Note 1.

***Other Matters  
Supplementary Information***

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedule of regulatory basis receipts and expenditures-agency funds (Schedules 1, 2 and 3 as listed in the table of contents) are presented for analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the information is fairly stated in all material respects in relation to the basic financial statement taken as a whole, on the basis of accounting described in Note 1.

***Mapes & Miller LLP***

Certified Public Accountants

Stockton, Kansas  
November 6, 2018

**CITY OF STOCKTON**  
**Stockton, Kansas**

**Statement 1**  
**Page 1 of 2**

**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH**  
**Regulatory Basis**  
**For The Year Ended December 31, 2017**

FUNDS	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
<b>General Fund</b>	\$ 45,779	\$ -	\$ 1,101,481	\$ 1,087,797	\$ 59,463	\$ 26,390	\$ 85,853
<b>Special Purpose Funds:</b>							
Special City Highway Fund	9,407	-	34,906	22,098	22,215	-	22,215
Industrial Fund	14,892	-	3,388	11,625	6,655	-	6,655
Library Fund	-	-	64,822	64,822	-	-	-
Employee Benefit Fund	63,163	-	695,064	746,511	11,716	2,513	14,229
Transient Guest Tax Fund	14,570	-	4,344	10,785	8,129	-	8,129
Pool Project Fund	42,762	-	145,535	92,037	96,260	-	96,260
Equipment Reserve Fund	4,507	-	-	-	4,507	-	4,507
Sewer Utility Depreciation Fund	18,138	-	10,139	-	28,277	-	28,277
Electric Utility Depreciation Fund	920,413	-	578,364	530,781	967,996	-	967,996
Water Utility Depreciation Fund	129,482	-	25,985	-	155,467	-	155,467
Oil Revenue Trust Fund	5,325	-	21,156	5,128	21,353	-	21,353
Special Law Enforcement Trust Fund	2,803	-	5	412	2,396	-	2,396
Senior Citizen Center Fund	68,045	-	570	2,124	66,491	-	66,491
Street Tree Fund	830	-	-	-	830	-	830
Schafer Estate Trust Fund	49,418	-	17,567	-	66,985	-	66,985
Pet Cemetery Upkeep Fund	100	-	-	-	100	-	100
Pearl McMillen Trust Fund	19,268	-	147	-	19,415	-	19,415
Ernest Tribble Cemetery Fund	66,920	-	-	8,963	57,957	-	57,957
Hansen Trust Fund	11,005	-	-	-	11,005	-	11,005
Alvy Bobbitt Cemetery Fund	500	-	-	500	-	-	-
Ambulance Grant Fund	5,758	-	124,237	128,805	1,190	63,554	64,744
Pocket Park Main Street Fund	-	-	7,145	4,418	2,727	-	2,727
Midwest Energy Grant Fund	1,000	-	-	-	1,000	-	1,000
CDBG Sidewalk Project Fund	(1,400) *	-	1,480	80	-	-	-
Food Pantry Fund	115	-	-	115	-	-	-
Lower City Park Fund	-	-	11,000	-	11,000	-	11,000
Health Benefit Fund	-	-	306,381	159,098	147,283	-	147,283
<b>Capital Projects Fund:</b>							
Sewer Lagoon Project Fund	-	-	15,851	15,851	-	-	-
<b>Business Funds:</b>							
Electric Utility Fund	62,749	-	2,016,324	1,925,893	153,180	85,382	238,562
Water Utility Fund	459,954	-	601,876	746,118	315,712	28,013	343,725
Sewer Maintenance Utility Fund	386,398	-	328,834	406,894	308,338	5,649	313,987
Solomon Valley Manor Fund	599,621	-	2,346,793	2,011,759	934,655	22,212	956,867
Solid Waste Utility Fund	112,277	-	267,028	304,692	74,613	14,640	89,253
Stormwater Management Utility Fund	31,525	-	14,119	26,000	19,644	-	19,644
Utility Deposits Fund	8	-	5,750	5,400	358	12,250	12,608
<b>Trust Funds:</b>							
Keller Estate Memorial Fund	5,000	-	-	-	5,000	-	5,000
Carl Brown Fund	2,000	-	-	-	2,000	-	2,000
D.A. Hindman Trust Fund	1,000	-	-	-	1,000	-	1,000
Total Reporting Entity (Excluding Agency Funds)	<u>\$ 3,153,332</u>	<u>\$ -</u>	<u>\$ 8,750,291</u>	<u>\$ 8,318,706</u>	<u>\$ 3,584,917</u>	<u>\$ 260,603</u>	<u>\$ 3,845,520</u>

\* See Note 6A, (Cash Basis Exceptions)

The notes to the financial statements are an integral part of this statement.

**CITY OF STOCKTON**  
**Stockton, Kansas**

**Statement 1**  
**Page 2 of 2**

**SUMMARY STATEMENT OF RECEIPTS, EXPENDITURES AND UNENCUMBERED CASH**  
**Regulatory Basis**  
**For The Year Ended December 31, 2017**

COMPOSITION OF CASH AND INVESTMENTS:

Cash on Hand	\$ 100
Solutions North Bank	
Stockton, Kansas	
Petty Cash Checking Account - City	1,500
Petty Cash Checking Account- Manor	526
Checking Account - Operating Account	240,637
Checking Account - Manor	480,081
Checking Account - Stockton 125 ACH Account	15,882
Checking Account - Federal Tax Deposit	6,761
Checking Account - Water Project Account	563,070
Savings Account - Bond & Interest Account - Manor	1,291
Savings Account - Equipment Account - Manor	459,125
Savings Account - Memorial Account - Manor	11,856
Savings Account - Activities Account - Manor	3,988
Certificates of Deposit	1,659,934
Farmers National Bank	
Stockton, Kansas	
DDA Account	11,164
Checking Account - Dare Account	588
Savings Account - Dare Account	1,808
Certificates of Deposit	258,768
Farmers Bank and Trust	
Great Bend, Kansas	
Freedom Claims Account	147,283
Investments:	
Series H/HH Bonds	5,500
	<hr/>
Total Cash and Investments	3,869,862
Agency Funds per Schedule 3	(24,342)
	<hr/>
Total Reporting Entity (Excluding Agency Funds)	\$ 3,845,520

The notes to the financial statements are an integral part of this statement.



CITY OF STOCKTON  
Stockton, Kansas  
NOTES TO THE FINANCIAL STATEMENTS  
For the Year Ended December 31, 2017

Page One

1. **Summary of Significant Accounting Policies**

**Financial Reporting Entity**

The City of Stockton, Kansas, was incorporated as a city of the third class in 1880. The City operates under the commission form of government with an elected five-member commission. The regulatory financial statement presents the City of Stockton (the municipality) but does not include its related municipal entities. The related municipal entities are as follows and have not been subjected to an audit.

Stockton Housing Authority--The Stockton Housing Authority was organized for the purpose of operating a subsidized 30-unit apartment complex for the elderly. The Housing Authority is governed by a board which is appointed by the City Commission.

Stockton Public Library--The Stockton Public Library provides Library services to the City of Stockton and surrounding area. The City of Stockton levies taxes to assist in funding the Library and the City Commission appoints the seven-member Library Board.

Stockton Public Building Commission--The Stockton Public Building Commission was organized for the purpose of acquisition or construction of facilities for the benefit of the City. The Public Building Commission is governed by a board which is appointed by the City Council.

**Regulatory Basis Fund Types**

**General Fund**—the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

**Special Purpose Fund**—used to account for the proceeds of specific tax levies and other specific regulatory revenue sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

**Bond and Interest Fund**—used to account for the accumulation of resources, including tax levies, transfers from other funds and payment of general long-term debt.

**Capital Project Fund**—used to account for the debt proceeds and other financial resources to be used for acquisition or construction of major capital facilities or equipment.

**Business Fund**—funds financed in whole or in part by fees charged to users of the goods or services (i.e. enterprise and internal service fund etc.).

**Trust Fund**—funds used to report assets held in trust for the benefit of the municipal financial reporting entity (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the municipal reporting entity, scholarship funds, etc.).

**Agency Fund**—funds used to report assets held by the municipal reporting entity in a purely custodial capacity (payroll clearing fund, county treasurer tax collection accounts, etc.).

**1. Summary of Significant Accounting Policies (Cont.)****Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America**

The KMAAG regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis revenues and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost, unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The City has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the City to use the regulatory basis of accounting.

**Reimbursements**

The City records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as a receipt to the fund that receives the reimbursement. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements under KMAAG regulatory basis accounting.

**Budgetary Information**

Kansas Statutes require that an annual operating budget be legally adopted for the General Fund, Special Purpose Funds (unless specifically exempted by statute), Bond and Interest Funds and Business Funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.
2. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.
3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.
4. Adoption of the final budget on or before August 25th.

The statutes allow for the governing body to increase the originally adopted budget for previously unbudgeted increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication the hearing may be held and the governing body may amend the budget at that time. The following funds of the City were amended on December 26, 2017: General Fund and Pool Project Fund.

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison statements are presented for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

## 1. **Summary of Significant Accounting Policies (Cont.)**

### **Budgetary Information (Cont.)**

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which, regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the City for future payments and are usually supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

A legal operating budget is not required for Capital Project Funds, Trust and the following Special Purpose Funds:

Equipment Reserve Fund  
Sewer Utility Depreciation Fund  
Electric Utility Depreciation Fund  
Water Utility Depreciation Fund  
Oil Revenue Trust Fund  
Special Law Enforcement Trust Fund  
Senior Citizen Center Fund  
Street Tree Fund  
Schafer Estate Trust Fund  
Pet Cemetery Upkeep Fund  
Pearl McMillen Trust Fund  
Ernest Tribble Cemetery Fund  
Hansen Trust Fund  
Alvy Bobbitt Cemetery Fund  
Ambulance Grant Fund  
Pocket Park Main Street Fund  
Midwest Energy Grant Fund  
CDBG Sidewalk Project Fund  
Food Pantry Fund  
Lower City Park Fund  
Health Benefit Fund

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

## 2. **Property Taxes**

Property taxes are levied November 1st of the calendar year. A lien is placed on the property when the taxes are levied. The taxes are due 1/2 on December 20th and 1/2 the following May 10th. Any taxes unpaid at the due dates are considered delinquent. Collection of current year property tax by the County Treasurer is not completed, apportioned or distributed to the various subdivisions until the succeeding year: such procedure being in conformity with governing state statutes. Consequently, current year property taxes receivable are not available as a resource that can be used to finance the current year operation of the City and therefore are not susceptible to accrual.

It is not practical to apportion delinquent taxes held by the County Treasurer at the end of the audit period and, further, the amounts thereof are not material to the financial statements taken as a whole.

### 3. Claims and Judgments

The City participates in federal, state and county programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the City may be required to reimburse the grantor government. The City believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on any of the individual governmental funds or the overall financial position of the City.

The Solomon Valley Manor Fund participates in the Kansas Medicaid Reimbursement Program and the Medicare Reimbursement Program. These programs are subject to audit and retroactive adjustments. Differences between the estimated amounts accrued and final settlements, if any, have not been determined at this time.

The City of Stockton is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets; errors and omissions; injuries to employees and natural disasters. The City has purchased commercial insurance for these potential risks. There have been no significant reductions in insurance coverage from 2016 to 2017 and there were no settlements that exceeded insurance coverage in the past three years.

The City has been unable to obtain property insurance on its electric distribution system at a cost to be economically justifiable. The financial impact to the City, if major storm damage occurred to this system, although not reasonably determinable, is presumed to be material.

### 4. Interfund Transfers

Operating transfers were as follows:

<u>From</u>	<u>To</u>	<u>Statutory Authority</u>	<u>Amount</u>
Sewer Lagoon Project Fund	Sewer Utility Fund	Close Fund	\$ 93
Electric Utility Fund	Employee Benefit Fund	K.S.A. 12-825d	207,000
Electric Utility Fund	Electric Utility Depreciation Fund	K.S.A. 12-825d	50,000
Water Utility Fund	General Fund	K.S.A. 12-825d	53,000
Water Utility Fund	Employee Benefit Fund	K.S.A. 12-825d	70,000
Water Utility Fund	Water Utility Depreciation Fund	K.S.A. 12-825d	25,000
Solid Waste Utility Fund	General Fund	K.S.A. 12-825d	30,000
Solid Waste Utility Fund	Employee Benefit Fund	K.S.A. 12-825d	40,000
Stormwater Management Utility Fund	General Fund	K.S.A. 12-825d	26,000
Sewer Utility Fund	General Fund	K.S.A. 12-825d	38,000
Sewer Utility Fund	Employee Benefit Fund	K.S.A. 12-825d	52,000
Sewer Utility Fund	Sewer Utility Depreciation Fund	K.S.A. 12-825d	10,000
Total			<u>\$ 601,093</u>

### 5. Deposits and Investments

As of December 31, 2017, the City had the following investments and maturities.

<u>Investment Type</u>	<u>Fair Value</u>	<u>Maturity Dates</u>	<u>Rating</u>
Series HH Bonds	<u>\$5,500</u>	2017-2023	N/A

## 5. Deposits and Investments (Cont.)

K.S.A. 9-1401 establishes the depositories which may be used by the City. The statute requires banks eligible to hold the City's funds have a main or branch bank in the county in which the City is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The City has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the City's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The City has no investment policy that would further limit its investment choices.

*Concentration of credit risk.* State statutes place no limit on the amount the City may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

*Custodial credit risk - deposits.* Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require the City's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. All deposits were legally secured at December 31, 2017.

At December 31, 2017, the City's carrying amount of deposits was \$3,864,262 and the bank balance was \$3,876,035. The bank balance was held by three banks resulting in a concentration of credit risk. Of the bank balance, \$647,283 was covered by federal depository insurance and \$3,228,752 was collateralized with securities held by the pledging financial institution's agents in the City's name.

*Custodial credit risk - investments.* For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured.

## 6. Stewardship, Compliance and Accountability

### Compliance With Kansas Statutes

- A. K.S.A. 10-1113 states that expenditures are to be made in compliance with the cash basis law which requires that no indebtedness be created for a fund in excess of available monies in that fund. The funds with a negative cash balance are as follows:

#### CDBG Sidewalk Project Fund

The fund mentioned above is a federal grant or loan where the expenditures are incurred by the City and then reimbursed by the grant or loan. K.S.A. 12-1664 allows the City to temporarily finance the federal grant and federal aid from current funds until the federal grant or aid is received.

- B. The City was not in compliance with the budget laws as required by K.S.A. 79-2935, for the year ended December 31, 2017. The fund not in compliance was as follows:

#### Employee Benefit Fund

## 7. **Defined Benefit Pension Plan**

### **General Information about the Pension Plan**

**Plan Description** - The City participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et. seq. Kansas law establishes and amends benefit provisions. KPERS issue a publicly available financial report that includes financial statements and required supplementary information. KPERS financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at [www.kpers.org](http://www.kpers.org) or by writing to KPERS (611 South Kansas, Suite 100; Topeka, KS 66603) or by calling 1-888-275-5737.

**Contributions** - K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009, and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate at 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate (not including the 1% contribution rate with a 0% moratorium from the period of January 1, 2017 through September 30, 2017 for the Death and Disability Program) and the statutory contribution rate was 8.46% for the fiscal year ended December 31, 2017. Contributions to the pension plan from the City were \$168,036 for the year ended December 31, 2017.

### **Net Pension Liability**

At December 31, 2017, the City's proportionate share of the collective net pension liability reported by KPERS was \$1,623,023. The net pension liability was measured as of June 30, 2017, and the total pension used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2016, which was rolled forward to June 30, 2017. The City's proportion of the net pension liability was based on the ratio of the City's contributions to KPERS, relative to the total employer and non-employer contributions of the Local subgroup with KPERS. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, the liability is not reported in these financial statements.

The complete actuarial valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publicly available on the website at [www.kpers.org](http://www.kpers.org) or can be obtained as described above.

## 8. **Other Long-Term Obligations from Operations**

### **Other Post Employment Benefits**

As provided by K.S.A. 12-5040, the City allows retirees to participate in the group health insurance plan. While each retiree pays the full amount of the applicable premium, conceptually, the City is subsidizing the retirees because each participant is charged a level of premium regardless of age. However, the cost of this subsidy has not been quantified in these financial statements.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the City makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

**8. Other Long-Term Obligations from Operations (Cont.)****Termination Benefits**

Employees hired prior to December 31, 2009 and choose to retiree within two years of obtaining 85 points under the Kansas Public Employees Retirement System the City pays 50% of a single person health premium for each retiree and each retiree is responsible for the balance. This benefit continues until the retiree is Medicare eligible or finds employment elsewhere offering a health benefits. During the year ended December 31, 2017, 3 retirees participated in this plan and the City paid \$9,275 in premiums for these retirees. Any remaining subsidy to retirees due to the plan's level premium structure has not been quantified in these financial statements.

Upon termination, an employee shall be compensated for all earned but unused vacation at their final rate of pay, subject to the maximum hours of accumulation.

**Other Employee Benefits****Vacation Leave**

The City's policy with regard to vacation leave which provides for all full-time permanent employees to accumulate vacation leave is as follows:

<u>Years of Continuous Employment</u>	<u>0-5</u>	<u>5-10</u>	<u>10-15</u>	<u>Over 15</u>
Maximum hours accumulation	120	140	160	200
Equivalent work days	15	17 ½	20	25

**Sick Leave**

Full-time employees earn sick leave at the rate of 8 hours per month and part-time employees working at least 20 hours receive 4 hours per month. No employee may accrue more than 960 hours of sick leave or 480 hours for part-time employees. After 10 years of service employees shall be paid 25% of accumulated sick leave upon termination or retirement.

**9. Capital Projects**

Capital project authorizations with approved change orders compared with cash disbursements and accounts payable from inception are as follows:

	<u>Project Authorization</u>	<u>Expenditures To Date</u>
Sewer Lagoon Project	\$ 5,402,300	\$ 5,402,300

**10. Various Agreements**

The City has entered into various agreements as follows:

**a. Moderate Income Housing Grant**

On October 11, 2013 the City entered into an agreement with the Kansas Housing Resources Corporation to be used for housing development in rural areas. The grant is up to \$71,000 for eligible activities. The City has received \$36,000 of the grant as of December 31, 2017.

**10. Various Agreements (Cont.)****b. Sewer Lagoon Project**

On May 9, 2011 the City entered into a loan agreement with the Kansas Department of Health and Environment not to exceed \$4,622,300 with principle forgiveness not to exceed \$1,848,920. This loan agreement was amended on March 13, 2013 increasing the loan amount to not exceed \$5,402,300 and amended on July 7, 2015 increasing the principal forgiveness not to exceed \$2,092,845. The loan is to be used for construction of a wastewater treatment lagoon. The City has received loan proceeds of \$5,402,300 as of December 31, 2017.

**c. CDBG Grant Agreement No. 15-PF-072**

On August 1, 2015 the City entered into a CDBG grant agreement with the Kansas Department of Commerce to be used for sidewalk improvements. The grant is not to exceed \$173,829 with the City to provide \$29,089. The City received grant proceeds of \$173,829 as of December 31, 2017. The project was closed out on January 17, 2017.

**11. Advance Refunding**

On October 31, 2017 the City issued General Obligation Refunding Bonds, Series 2017. The issue was for \$3,905,000 bearing fixed rates ranging from 3% to 5% with annual maturities from October 1, 2018 to October 1, 2050. The net proceeds will be used to advance refund General Obligation Bonds, Series 2010 and pay off principal of \$3,710,000, interest of \$99,611 and various issuance costs. Savings from the refunding amounts to \$249,426 over the life of the bonds.

**12. Subsequent Events**

The City entered into a loan agreement with the Kansas Department of Health and Environment effective May 23, 2018 not to exceed \$980,000. The loan proceeds are to be used to replace water lines along 1<sup>st</sup> street and replace a booster station south of town. The project is to start on November 1, 2018 with a finish date of April 29, 2019.

Management has evaluated the effects of the financial statements of subsequent events occurring through the date of this report, which is the date of which the financial statements were available to be issued.



**13. Long-Term Debt**

Changes in long-term liabilities for the City for the year ended December 31, 2017, were as follows:

Issue	Interest Rates	Date of Issue	Amount of Issue	Date of Final Maturity	Balance Beginning of Year	Additions	Reductions/ Payments	Balance End of Year	Interest Paid
<b>General Obligation Bonds:</b>									
Series 2010	4.00%	03/01/10	4,046,000	2050	\$ 3,764,000	\$ -	\$ 3,764,000	\$ -	\$ 150,560
Series 2017 Refunding Bonds	3.50 to 5.00%	10/31/17	3,905,000	2048	-	3,905,000	-	3,905,000	-
Total General Obligation Bonds					<u>3,764,000</u>	<u>3,905,000</u>	<u>3,764,000</u>	<u>3,905,000</u>	<u>150,560</u>
<b>KDHE Loans:</b>									
KS Dept. of Health & Environment	3.01%	05/09/11	5,402,300	2033	<u>3,053,462</u>	<u>15,451</u>	<u>376,965</u>	<u>2,691,948</u>	<u>86,582</u>
<b>Capital Leases:</b>									
Street Sweeper	3.45%	07/19/17	213,760	2027	-	213,760	-	213,760	-
Police Truck	2.45%	02/13/17	32,730	2022	-	32,426	-	32,426	-
Trash Truck	2.24%	11/28/17	100,275	2022	-	100,275	-	100,275	-
Swimming Pool and Rec Building	3.00 to 4.00%	02/23/17	2,500,000	2036	-	2,500,000	-	2,500,000	51,714
2013 Freightliner Trash Truck	2.25%	02/19/13	79,000	2017	<u>20,466</u>	<u>-</u>	<u>20,466</u>	<u>-</u>	<u>452</u>
Total Capital Leases					<u>20,466</u>	<u>2,846,461</u>	<u>20,466</u>	<u>2,846,461</u>	<u>52,166</u>
Total Contractual Indebtedness					<u>\$ 6,837,928</u>	<u>\$ 6,766,912</u>	<u>\$ 4,161,431</u>	<u>\$ 9,443,409</u>	<u>\$ 289,308</u>

**13. Long-Term Debt (Cont.)**

Current maturities of long-term debt and interest for the next five years and in five year increments through maturity are as follows:

	2018	2019	2020	2021	2022	2023-2027	2028-2032	2033-2037
PRINCIPAL:								
General Obligation Bonds	\$ 80,000	\$ 65,000	\$ 65,000	\$ 70,000	\$ 75,000	\$ 420,000	\$ 495,000	\$ 570,000
KDHE Loans	138,615	142,819	147,150	151,612	156,210	855,050	992,809	107,683
Capital Leases	146,819	144,414	150,628	151,917	157,922	719,761	700,000	675,000
Total Principal	365,434	352,233	362,778	373,529	389,132	1,994,811	2,187,809	1,352,683
INTEREST:								
General Obligation Bonds	126,608	133,700	130,450	127,200	123,700	564,950	492,300	412,563
KDHE Loans	79,992	75,789	71,457	66,995	62,397	237,986	100,227	1,621
Capital Leases	92,111	91,516	87,302	82,862	78,405	326,055	214,900	68,800
Total Interest	298,711	301,005	289,209	277,057	264,502	1,128,991	807,427	482,984
Total Principal & Interest	<u>\$ 664,145</u>	<u>\$ 653,238</u>	<u>\$ 651,987</u>	<u>\$ 650,586</u>	<u>\$ 653,634</u>	<u>\$ 3,123,802</u>	<u>\$ 2,995,236</u>	<u>\$ 1,835,667</u>
	2038-2042	2043-2047	2048	Total				
PRINCIPAL:								
General Obligation Bonds	\$ 675,000	\$ 790,000	\$ 600,000	\$ 3,905,000				
KDHE Loans	-	-	-	2,691,948				
Capital Leases	-	-	-	2,846,461				
Total Principal	675,000	790,000	600,000	9,443,409				
INTEREST:								
General Obligation Bonds	313,281	190,225	21,000	2,635,977				
KDHE Loans	-	-	-	696,464				
Capital Leases	-	-	-	1,041,951				
Total Interest	313,281	190,225	21,000	4,374,392				
Total Principal & Interest	<u>\$ 988,281</u>	<u>\$ 980,225</u>	<u>\$ 621,000</u>	<u>\$ 13,817,801</u>				

**CITY OF STOCKTON**  
**REGULATORY-REQUIRED**  
**SUPPLEMENTARY INFORMATION**  
**FOR THE YEAR ENDED DECEMBER 31, 2017**

**CITY OF STOCKTON**  
**Stockton, Kansas**

**Schedule 1**

**SUMMARY OF EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
**For the Year Ended December 31, 2017**

FUNDS	Certified Budget	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance- Over (Under)
<b>General Fund</b>	\$ 1,250,775	\$ -	\$ 1,250,775	\$ 1,087,797	\$ (162,978)
<b>Special Purpose Funds:</b>					
Special City Highway Fund	33,500	-	33,500	22,098	(11,402)
Industrial Fund	17,000	-	17,000	11,625	(5,375)
Library Fund	70,250	-	70,250	64,822	(5,428)
Employee Benefit Fund	726,000	-	726,000	746,511	20,511
Transient Guest Tax Fund	11,000	-	11,000	10,785	(215)
Pool Project Fund	616,500	-	616,500	92,037	(524,463)
<b>Business Funds:</b>					
Electric Utility Fund	2,117,500	-	2,117,500	1,925,893	(191,607)
Water Utility Fund	883,310	-	883,310	746,118	(137,192)
Sewer Maintenance Utility Fund	658,574	-	658,574	406,894	(251,680)
Solomon Valley Manor Fund	2,642,780	-	2,642,780	2,011,759	(631,021)
Solid Waste Utility Fund	324,643	-	324,643	304,692	(19,951)
Stormwater Management Utility Fund	41,000	-	41,000	26,000	(15,000)
Utility Deposits Fund	19,620	-	19,620	5,400	(14,220)

**CITY OF STOCKTON**  
**Stockton, Kansas**

**Schedule 2-1**  
**Page 1 of 4**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**

**Regulatory Basis**

**For The Year Ended December 31, 2017**

**GENERAL FUND**

	Actual	Budget	Variance- Over (Under)
RECEIPTS			
Taxes and Shared Revenue:			
Ad Valorem Property Tax	\$ 349,507	\$ 393,596	\$ (44,089)
Delinquent Tax	7,948	500	7,448
Motor Vehicle Tax	44,354	44,605	(251)
Recreational Vehicle Tax	1,096	1,283	(187)
16/20M Vehicle Tax	1,213	1,100	113
Commercial Vehicle Tax	4,942	3,729	1,213
Watercraft Tax	429	430	(1)
Franchise Fees	28,434	25,000	3,434
Local Alcoholic Liquor	5,165	4,718	447
Other Taxes	23	1,100	(1,077)
	<u>443,111</u>	<u>476,061</u>	<u>(32,950)</u>
Total Taxes and Shared Revenue			
	<u>443,111</u>	<u>476,061</u>	<u>(32,950)</u>
Licenses and Permits:			
Pet Licenses	585	-	585
Licenses and Permits	1,320	1,500	(180)
Oil License Renewal	3,750	2,000	1,750
Liquor Licenses	1,525	-	1,525
	<u>7,180</u>	<u>3,500</u>	<u>3,680</u>
Total Licenses and Permits			
	<u>7,180</u>	<u>3,500</u>	<u>3,680</u>
Charges for Services:			
Ambulance Service	385,815	360,000	25,815
Rural Fire Contracts	37,200	39,000	(1,800)
Swimming Pool	10,775	10,000	775
Cemetary Services	3,600	4,000	(400)
Other	1,432	-	1,432
	<u>438,822</u>	<u>413,000</u>	<u>25,822</u>
Total Charges for Services			
	<u>438,822</u>	<u>413,000</u>	<u>25,822</u>
Fines, Forfeitures and Penalties			
Court Fines/Fees	12,502	17,000	(4,498)
	<u>12,502</u>	<u>17,000</u>	<u>(4,498)</u>
Other:			
Interest in Idle Funds	5,948	500	5,448
Rents	2,328	2,500	(172)
Oil Royalties	2,683	2,500	183
Reimbursed Expense	984	-	984
Sale of Materials and Property	12,230	-	12,230
Miscellaneous	2,854	25,000	(22,146)
Gifts and Donations	4,472	250	4,222
Insurance Dividend	21,367	-	21,367
	<u>52,866</u>	<u>30,750</u>	<u>22,116</u>
Total Other			
	<u>52,866</u>	<u>30,750</u>	<u>22,116</u>

**CITY OF STOCKTON**  
**Stockton, Kansas**

**Schedule 2-1**  
**Page 2 of 4**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**

**Regulatory Basis**

**For The Year Ended December 31, 2017**

**GENERAL FUND**

	Actual	Budget	Variance- Over (Under)
Operating Transfers:			
Electric Utility Fund	\$ -	\$ 107,000	\$ (107,000)
Water Utility Fund	53,000	90,000	(37,000)
Sewer Maintenance Utility Fund	38,000	75,000	(37,000)
Solid Waste Utility Fund	30,000	30,000	-
Stormwater Management Utility Fund	26,000	26,000	-
	<hr/>	<hr/>	<hr/>
Total Operating Transfers	147,000	328,000	(181,000)
	<hr/>	<hr/>	<hr/>
Total Receipts	1,101,481	\$ 1,268,311	\$ (166,830)
	<hr/>	<hr/>	<hr/>
EXPENDITURES			
General Administration:			
Personal Services	43,304	\$ 41,500	\$ 1,804
Contractual Services	71,495	74,675	(3,180)
Commodities	14,208	11,500	2,708
Capital Outlay	8,870	4,500	4,370
	<hr/>	<hr/>	<hr/>
Total General Administration	137,877	132,175	5,702
	<hr/>	<hr/>	<hr/>
Police:			
Personal Services	221,436	236,000	(14,564)
Contractual Services	19,540	23,000	(3,460)
Commodities	33,551	31,000	2,551
Capital Outlay	3,562	7,300	(3,738)
	<hr/>	<hr/>	<hr/>
Total Police	278,089	297,300	(19,211)
	<hr/>	<hr/>	<hr/>
Streets:			
Personal Services	50,457	45,000	5,457
Contractual Services	16,227	4,500	11,727
Commodities	178,779	15,800	162,979
Capital Outlay	1,000	200,000	(199,000)
	<hr/>	<hr/>	<hr/>
Total Streets	246,463	265,300	(18,837)
	<hr/>	<hr/>	<hr/>
Cemetery:			
Contractual Services	1,774	2,500	(726)
Commodities	507	2,500	(1,993)
Capital Outlay	-	1,000	(1,000)
	<hr/>	<hr/>	<hr/>
Total Cemetery	2,281	6,000	(3,719)
	<hr/>	<hr/>	<hr/>

**CITY OF STOCKTON**  
**Stockton, Kansas**

**Schedule 2-1**  
**Page 3 of 4**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**

**Regulatory Basis**  
**For The Year Ended December 31, 2017**

**GENERAL FUND**

	Actual	Budget	Variance- Over (Under)
Fire Department:			
Personal Services	\$ 22,699	\$ 18,000	\$ 4,699
Contractual Services	13,482	11,000	2,482
Commodities	35,840	64,000	(28,160)
Capital Outlay	15,839	24,000	(8,161)
Total Fire Department	87,860	117,000	(29,140)
Ambulance Service:			
Personal Services	178,150	227,000	(48,850)
Contractual Services	25,086	31,000	(5,914)
Commodities	40,875	63,100	(22,225)
Capital Outlay	15,817	28,000	(12,183)
Total Ambulance Service	259,928	349,100	(89,172)
Parks and Recreation:			
Contractual Services	2,027	1,200	827
Commodities	7,212	3,500	3,712
Capital Outlay	1,101	1,000	101
Total Parks	10,340	5,700	4,640
Swimming Pool:			
Personal Services	25,149	30,000	(4,851)
Contractual Services	4,385	4,800	(415)
Commodities	6,978	15,000	(8,022)
Capital Outlay	-	2,000	(2,000)
Total Swimming Pool	36,512	51,800	(15,288)
Community Development:			
Contractual Services	14,337	15,000	(663)
Commodities	5,402	1,000	4,402
Total Community Development	19,739	16,000	3,739
Scout House:			
Contractual Services	199	-	199

**CITY OF STOCKTON**  
**Stockton, Kansas**

**Schedule 2-1**  
**Page 4 of 4**

**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
**For The Year Ended December 31, 2017**

**GENERAL FUND**

	Actual	Budget	Variance- Over (Under)
Global Information System:			
Personal Services	\$ -	\$ 1,000	\$ (1,000)
Contractual Services	78	100	(22)
Commodities	-	200	(200)
	<hr/>	<hr/>	<hr/>
Total Global Information System	78	1,300	(1,222)
	<hr/>	<hr/>	<hr/>
Municipal Court:			
Personal Services	7,029	6,800	229
Contractual Services	1,198	1,800	(602)
Commodities	204	500	(296)
	<hr/>	<hr/>	<hr/>
Total Municipal Court	8,431	9,100	(669)
	<hr/>	<hr/>	<hr/>
Total Expenditures	1,087,797	\$ 1,250,775	\$ (162,978)
	<hr/>	<hr/>	<hr/>
Receipts Over (Under) Expenditures	13,684		
	<hr/>		
UNENCUMBERED CASH, BEGINNING	45,779		
	<hr/>		
UNENCUMBERED CASH, ENDING	\$ 59,463		
	<hr/>		



**CITY OF STOCKTON**  
**Stockton, Kansas**  
**SPECIAL PURPOSE FUND**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
**For The Year Ended December 31, 2017**

**Schedule 2-2**

**SPECIAL CITY HIGHWAY FUND**

	<u>Actual</u>	<u>Budget</u>	<u>Variance- Over (Under)</u>
RECEIPTS			
Taxes and Shared Revenue:			
State Highway Aid	\$ 34,906	\$ 34,130	\$ 776
EXPENDITURES			
Contractual Services	22,098	\$ 33,500	\$ (11,402)
Receipts Over (Under) Expenditures	12,808		
UNENCUMBERED CASH, BEGINNING	<u>9,407</u>		
UNENCUMBERED CASH, ENDING	<u>\$ 22,215</u>		

**CITY OF STOCKTON**  
**Stockton, Kansas**  
**SPECIAL PURPOSE FUND**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
**For The Year Ended December 31, 2017**

Schedule 2-3

**INDUSTRIAL FUND**

	Actual	Budget	Variance- Over (Under)
RECEIPTS			
Rent Receipts	\$ 3,388	\$ 3,300	\$ 88
EXPENDITURES			
Total Expenditures	11,625	\$ 17,000	\$ (5,375)
Receipts Over (Under) Expenditures	(8,237)		
UNENCUMBERED CASH, BEGINNING	14,892		
UNENCUMBERED CASH, ENDING	\$ 6,655		

**CITY OF STOCKTON**  
**Stockton, Kansas**  
**SPECIAL PURPOSE FUND**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
**For The Year Ended December 31, 2017**

**Schedule 2-4**

**LIBRARY FUND**

	Actual	Budget	Variance- Over (Under)
RECEIPTS			
Taxes and Shared Revenue:			
Ad Valorem Property Tax	\$ 53,256	\$ 60,044	\$ (6,788)
Delinquent Tax	1,492	-	1,492
Motor Vehicle Tax	8,574	8,900	(326)
Recreational Vehicle Tax	212	256	(44)
16/20M Vehicle Tax	212	220	(8)
Commercial Vehicle Tax	985	744	241
Watercraft Tax	86	86	-
Other Taxes	5	-	5
	<u>64,822</u>	<u>\$ 70,250</u>	<u>\$ (5,428)</u>
Total Receipts	<u>64,822</u>	<u>\$ 70,250</u>	<u>\$ (5,428)</u>
EXPENDITURES			
Appropriation	<u>64,822</u>	<u>\$ 70,250</u>	<u>\$ (5,428)</u>
Receipts Over (Under) Expenditures	-		
UNENCUMBERED CASH, BEGINNING	<u>-</u>		
UNENCUMBERED CASH, ENDING	<u>\$ -</u>		

**CITY OF STOCKTON**  
**Stockton, Kansas**  
**SPECIAL PURPOSE FUND**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
**For The Year Ended December 31, 2017**

**Schedule 2-5**

**EMPLOYEE BENEFIT FUND**

	Actual	Budget	Variance- Over (Under)
RECEIPTS			
Taxes and Shared Revenue:			
Ad Valorem Property Tax	\$ 40,659	\$ 45,839	\$ (5,180)
Delinquent Tax	1,728	-	1,728
Motor Vehicle Tax	11,094	12,814	(1,720)
Recreational Vehicle Tax	277	368	(91)
16/20M Vehicle Tax	168	316	(148)
Commercial Vehicle Tax	1,415	1,071	344
Watercraft Tax	123	124	(1)
Other Taxes	5	-	5
Employee Contributions	263,693	225,000	38,693
Health Insurance Contributions	6,902	14,000	(7,098)
Operating Transfers:			
Electric Utility Fund	207,000	242,000	(35,000)
Water Utility Fund	70,000	30,000	40,000
Sewer Maintenance Utility Fund	52,000	12,000	40,000
Solid Waste Utility Fund	40,000	40,000	-
Total Receipts	<u>695,064</u>	<u>\$ 623,532</u>	<u>\$ 71,532</u>
EXPENDITURES			
Social Security/Medicare	165,591	\$ 126,000	\$ 39,591
KPERS	144,063	142,000	2,063
Other Expenditures	1,892	-	1,892
Unemployment Insurance	5,963	1,500	4,463
Health Insurance Benefit	360,828	425,000	(64,172)
Other Insurance Benefits	49,064	15,000	34,064
Cafeteria Plan Disbursements	19,110	16,500	2,610
Total Expenditures	<u>746,511</u>	<u>\$ 726,000</u>	<u>\$ 20,511</u>
Receipts Over (Under) Expenditures	(51,447)		
UNENCUMBERED CASH, BEGINNING	<u>63,163</u>		
UNENCUMBERED CASH, ENDING	<u>\$ 11,716</u>		

**CITY OF STOCKTON**  
**Stockton, Kansas**  
**SPECIAL PURPOSE FUND**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
**For The Year Ended December 31, 2017**

**Schedule 2-6**

**TRANSIENT GUEST TAX FUND**

	Actual	Budget	Variance- Over (Under)
RECEIPTS			
Transient Guest Tax	\$ 4,344	\$ 3,400	\$ 944
EXPENDITURES			
Tourism Promotions	10,785	\$ 11,000	\$ (215)
Receipts Over (Under) Expenditures	(6,441)		
UNENCUMBERED CASH, BEGINNING	14,570		
UNENCUMBERED CASH, ENDING	\$ 8,129		

**CITY OF STOCKTON**  
**Stockton, Kansas**  
**SPECIAL PURPOSE FUND**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
**For The Year Ended December 31, 2017**

**Schedule 2-7**

**POOL PROJECT FUND**

	Actual	Budget	Variance- Over (Under)
RECEIPTS			
Sales Tax Receipt	\$ 141,389	\$ 138,000	\$ 3,389
Rent Income	4,133	-	4,133
Other Miscellaneous	13	523,500	(523,487)
	<u>145,535</u>	<u>661,500</u>	<u>(515,965)</u>
Total Receipts	<u>145,535</u>	<u>\$ 661,500</u>	<u>\$ (515,965)</u>
EXPENDITURES			
Lease Payments	51,714	\$ 93,000	\$ (41,286)
Capital Outlay	40,323	523,500	(483,177)
	<u>92,037</u>	<u>\$ 616,500</u>	<u>\$ (524,463)</u>
Total Expenditures	<u>92,037</u>	<u>\$ 616,500</u>	<u>\$ (524,463)</u>
Receipts Over (Under) Expenditures	53,498		
UNENCUMBERED CASH, BEGINNING	<u>42,762</u>		
UNENCUMBERED CASH, ENDING	<u>\$ 96,260</u>		

**CITY OF STOCKTON**  
**Stockton, Kansas**  
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**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
**For The Year Ended December 31, 2017**

**Schedule 2-8**

**EQUIPMENT RESERVE FUND**

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
RECEIPTS	\$ -	N/A K.S.A. 12-1, 117	
EXPENDITURES	<u>-</u>		
Receipts Over (Under) Expenditures	-		
UNENCUMBERED CASH, BEGINNING	<u>4,507</u>		
UNENCUMBERED CASH, ENDING	<u><u>\$ 4,507</u></u>		

**CITY OF STOCKTON**  
**Stockton, Kansas**  
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**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
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**For The Year Ended December 31, 2017**

**Schedule 2-9**

**SEWER UTILITY DEPRECIATION FUND**

	Actual	Budget	Variance- Over (Under)
RECEIPTS			
Interest in Idle Funds	\$ 139	N/A K.S.A. 12-825d	
Operating Transfers:			
Sewer Maintenance Utility Fund	<u>10,000</u>		
Total Receipts	<u>10,139</u>		
EXPENDITURES	<u>-</u>		
Receipts Over (Under) Expenditures	10,139		
UNENCUMBERED CASH, BEGINNING	<u>18,138</u>		
UNENCUMBERED CASH, ENDING	<u><u>\$ 28,277</u></u>		



CITY OF STOCKTON  
 Stockton, Kansas  
 SPECIAL PURPOSE FUND  
 SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
 Regulatory Basis  
 For The Year Ended December 31, 2017

Schedule 2-10

**ELECTRIC UTILITY DEPRECIATION FUND**

	Actual	Budget	Variance- Over (Under)
RECEIPTS			
Interest on Idle Funds	\$ 4,864	N/A K.S.A. 12-825d	
Reimbursed Expense	523,500		
Operating Transfers:			
Electric Utility Fund	<u>50,000</u>		
Total Receipts	<u>578,364</u>		
EXPENDITURES			
Capital Outlay	<u>530,781</u>		
Receipts Over (Under) Expenditures	47,583		
UNENCUMBERED CASH, BEGINNING	<u>920,413</u>		
UNENCUMBERED CASH, ENDING	<u>\$ 967,996</u>		

**CITY OF STOCKTON**  
**Stockton, Kansas**  
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**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
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**For The Year Ended December 31, 2017**

Schedule 2-11

**WATER UTILITY DEPRECIATION FUND**

	Actual	Budget	Variance- Over (Under)
RECEIPTS			
Interest on Idle Funds	\$ 985	N/A K.S.A. 12-825d	
Operating Transfers:			
Water Utility Fund	<u>25,000</u>		
Total Receipts	<u>25,985</u>		
EXPENDITURES	<u>-</u>		
Receipts Over (Under) Expenditures	25,985		
UNENCUMBERED CASH, BEGINNING	<u>129,482</u>		
UNENCUMBERED CASH, ENDING	<u><u>\$ 155,467</u></u>		

**CITY OF STOCKTON**  
**Stockton, Kansas**  
**SPECIAL PURPOSE FUNDS**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES**  
**Regulatory Basis**  
**For The Year Ended December 31, 2017**

**Schedule 2-12**

**OIL REVENUE TRUST FUND**

	<u>Actual</u>
RECEIPTS	
Interest on Idle Funds	\$ 85
Other	7,365
Oil Royalties	<u>13,706</u>
Total Receipts	<u>21,156</u>
EXPENDITURES	
Other	<u>5,128</u>
Receipts Over (Under) Expenditures	16,028
UNENCUMBERED CASH, BEGINNING	<u>5,325</u>
UNENCUMBERED CASH, ENDING	<u><u>\$ 21,353</u></u>

**SPECIAL LAW ENFORCEMENT TRUST FUND**

RECEIPTS	
Interest Income	<u>\$ 5</u>
EXPENDITURES	
Equipment	<u>412</u>
Receipts Over (Under) Expenditures	(407)
UNENCUMBERED CASH, BEGINNING	<u>2,803</u>
UNENCUMBERED CASH, ENDING	<u><u>\$ 2,396</u></u>

**CITY OF STOCKTON**  
**Stockton, Kansas**  
**SPECIAL PURPOSE FUNDS**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES**  
**Regulatory Basis**  
**For The Year Ended December 31, 2017**

**Schedule 2-13**

**SENIOR CITIZEN CENTER FUND**

	<u>Actual</u>
RECEIPTS	
Interest on Idle Funds	\$ 512
Miscellaneous	<u>58</u>
Total Receipts	<u>570</u>
EXPENDITURES	
Facility	<u>2,124</u>
Receipts Over (Under) Expenditures	(1,554)
UNENCUMBERED CASH, BEGINNING	<u>68,045</u>
UNENCUMBERED CASH, ENDING	<u><u>\$ 66,491</u></u>

**STREET TREE FUND**

RECEIPTS	<u>\$ -</u>
EXPENDITURES	<u>-</u>
Receipts Over (Under) Expenditures	-
UNENCUMBERED CASH, BEGINNING	<u>830</u>
UNENCUMBERED CASH, ENDING	<u><u>\$ 830</u></u>

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**SPECIAL PURPOSE FUNDS**  
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**Regulatory Basis**  
**For The Year Ended December 31, 2017**

**Schedule 2-14**

**SCHAFER ESTATE TRUST FUND**

	<u>Actual</u>
RECEIPTS	
Interest on Idle Funds	\$ 408
Loan Repayments	<u>17,159</u>
Total Receipts	<u>17,567</u>
EXPENDITURES	<u>-</u>
Receipts Over (Under) Expenditures	17,567
UNENCUMBERED CASH, BEGINNING	<u>49,418</u>
UNENCUMBERED CASH, ENDING	<u><u>\$ 66,985</u></u>

**PET CEMETERY UPKEEP FUND**

RECEIPTS	<u>\$ -</u>
EXPENDITURES	<u>-</u>
Receipts Over (Under) Expenditures	-
UNENCUMBERED CASH, BEGINNING	<u>100</u>
UNENCUMBERED CASH, ENDING	<u><u>\$ 100</u></u>

CITY OF STOCKTON  
 Stockton, Kansas  
 SPECIAL PURPOSE FUNDS  
 SCHEDULE OF RECEIPTS AND EXPENDITURES  
 Regulatory Basis  
 For The Year Ended December 31, 2017

Schedule 2-15

PEARL MCMILLEN TRUST FUND

	<u>Actual</u>
RECEIPTS	
Interest on Idle Funds	\$ 147
EXPENDITURES	<u>-</u>
Receipts Over (Under) Expenditures	147
UNENCUMBERED CASH, BEGINNING	<u>19,268</u>
UNENCUMBERED CASH, ENDING	<u><u>\$ 19,415</u></u>

ERNEST TRIBLE CEMETERY FUND

RECEIPTS	\$ <u>-</u>
EXPENDITURES	
Capital Outlay	<u>8,963</u>
Receipts Over (Under) Expenditures	(8,963)
UNENCUMBERED CASH, BEGINNING	<u>66,920</u>
UNENCUMBERED CASH, ENDING	<u><u>\$ 57,957</u></u>

**CITY OF STOCKTON**  
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**SPECIAL PURPOSE FUNDS**  
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**Regulatory Basis**  
**For The Year Ended December 31, 2017**

**Schedule 2-16**

**HANSEN TRUST FUND**

	<u>Actual</u>
RECEIPTS	<u>\$ -</u>
EXPENDITURES	<u>-</u>
Receipts Over (Under) Expenditures	-
UNENCUMBERED CASH, BEGINNING	<u>11,005</u>
UNENCUMBERED CASH, ENDING	<u><u>\$ 11,005</u></u>

**ALVY BOBBITT CEMETERY FUND**

RECEIPTS	<u>\$ -</u>
EXPENDITURES	
Capital Outlay	<u>500</u>
Receipts Over (Under) Expenditures	(500)
UNENCUMBERED CASH, BEGINNING	<u>500</u>
UNENCUMBERED CASH, ENDING	<u><u>\$ -</u></u>

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**SPECIAL PURPOSE FUNDS**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES**  
**Regulatory Basis**  
**For The Year Ended December 31, 2017**

**Schedule 2-17**

**AMBULANCE GRANT FUND**

	<u>Actual</u>
RECEIPTS	
Grant Receipts	\$ 79,541
State Aide - Emergency Medical Grant	37,959
Miscellaneous	<u>6,737</u>
Total Receipts	<u>124,237</u>
EXPENDITURES	
Equipment	94,907
Licensing Fees	1,250
Training	<u>32,648</u>
Total Expenditures	<u>128,805</u>
Receipts Over (Under) Expenditures	(4,568)
UNENCUMBERED CASH, BEGINNING	<u>5,758</u>
UNENCUMBERED CASH, ENDING	<u><u>\$ 1,190</u></u>

**POCKET PARK MAIN STREET FUND**

	<u>Actual</u>
RECEIPTS	
Grant	<u>\$ 7,145</u>
EXPENDITURES	
Supplies	<u>4,418</u>
Receipts Over (Under) Expenditures	2,727
UNENCUMBERED CASH, BEGINNING	<u>-</u>
UNENCUMBERED CASH, ENDING	<u><u>\$ 2,727</u></u>



**CITY OF STOCKTON**  
**Stockton, Kansas**  
**SPECIAL PURPOSE FUNDS**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES**  
**Regulatory Basis**  
**For The Year Ended December 31, 2017**

**Schedule 2-18**

**MIDWEST ENERGY GRANT FUND**

	<u>Actual</u>
RECEIPTS	\$ -
EXPENDITURES	<u>-</u>
Receipts Over (Under) Expenditures	-
UNENCUMBERED CASH, BEGINNING	<u>1,000</u>
UNENCUMBERED CASH, ENDING	<u><u>\$ 1,000</u></u>

**CDBG SIDEWALK PROJECT FUND**

	<u>Actual</u>
RECEIPTS	
Grant Proceeds	<u>\$ 1,480</u>
EXPENDITURES	
Project Expenditures	<u>80</u>
Receipts Over (Under) Expenditures	1,400
UNENCUMBERED CASH, BEGINNING	<u>(1,400) *</u>
UNENCUMBERED CASH, ENDING	<u><u>\$ -</u></u>

\* See Note 6A, (Cash Basis Exceptions)

**CITY OF STOCKTON**  
**Stockton, Kansas**  
**SPECIAL PURPOSE FUNDS**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES**  
**Regulatory Basis**  
**For The Year Ended December 31, 2017**

**Schedule 2-19**

**FOOD PANTRY FUND**

	<u>Actual</u>
RECEIPTS	
Donations	<u>\$ -</u>
EXPENDITURES	
Donations	<u>115</u>
Receipts Over (Under) Expenditures	(115)
UNENCUMBERED CASH, BEGINNING	<u>115</u>
UNENCUMBERED CASH, ENDING	<u><u>\$ -</u></u>

**LOWER CITY PARK FUND**

	<u>Actual</u>
RECEIPTS	
Donations	<u>\$ 11,000</u>
EXPENDITURES	
	<u>-</u>
Receipts Over (Under) Expenditures	11,000
UNENCUMBERED CASH, BEGINNING	<u>-</u>
UNENCUMBERED CASH, ENDING	<u><u>\$ 11,000</u></u>

**CITY OF STOCKTON**  
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**SPECIAL PURPOSE FUNDS**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES**  
**Regulatory Basis**  
**For The Year Ended December 31, 2017**

**Schedule 2-20**

**HEALTH BENEFIT FUND**

	<u>Actual</u>
RECEIPTS	
Contributions to Cover Claims	\$ 306,107
Interest Income	<u>274</u>
Total Receipts	<u>306,381</u>
EXPENDITURES	
Freedom Claim Premiums	29,391
Freedom Claim Benefit Claims	<u>129,707</u>
Total Expenditures	<u>159,098</u>
Receipts Over (Under) Expenditures	147,283
UNENCUMBERED CASH, BEGINNING	<u>-</u>
UNENCUMBERED CASH, ENDING	<u><u>\$ 147,283</u></u>

**CITY OF STOCKTON**  
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**CAPITAL PROJECT FUNDS**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES**  
**Regulatory Basis**  
**For The Year Ended December 31, 2017**

**Schedule 2-21**

**SEWER LAGOON PROJECT FUND**

RECEIPTS

KDHE Loan Proceeds	\$	15,451
Reimbursements		<u>400</u>
Total Receipts		<u>15,851</u>

EXPENDITURES

Engineering		6,990
Miscellaneous		8,768
Operating Transfers:		
Sewer Maintenance Utility Fund		<u>93</u>
Total Expenditures		<u>15,851</u>

Receipts Over (Under) Expenditures		-
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UNENCUMBERED CASH, BEGINNING		<u>-</u>
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UNENCUMBERED CASH, ENDING	\$	<u>-</u>
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**CITY OF STOCKTON**  
**Stockton, Kansas**  
**BUSINESS FUND**

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**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**

**Regulatory Basis**  
**For The Year Ended December 31, 2017**

**ELECTRIC UTILITY FUND**

	Actual	Budget	Variance- Over (Under)
RECEIPTS			
Charges for Services	\$ 1,934,599	\$ 1,990,000	\$ (55,401)
Sales Tax Collected	80,640	72,000	8,640
Reimbursed Expenses	1,056	-	1,056
Miscellaneous	29	7,000	(6,971)
	<u>2,016,324</u>	<u>\$ 2,069,000</u>	<u>\$ (52,676)</u>
Total Receipts			
EXPENDITURES			
General Administration:			
Personal Services	164,981	\$ 155,000	\$ 9,981
Contractual Services	6,848	7,000	(152)
Commodities	711	1,500	(789)
Capital Outlay	-	500	(500)
	<u>172,540</u>	<u>164,000</u>	<u>8,540</u>
Total Administration			
Acquisition:			
Contractual Services	1,014,827	1,100,000	(85,173)
	<u>1,014,827</u>	<u>1,100,000</u>	<u>(85,173)</u>
Production:			
Personal Services	147,609	142,000	5,609
Contractual Services	40,981	35,000	5,981
Commodities	19,306	18,000	1,306
Capital Outlay	36,772	51,500	(14,728)
	<u>244,668</u>	<u>246,500</u>	<u>(1,832)</u>
Total Production			
Distribution:			
Personal Services	95,506	94,500	1,006
Contractual Services	17,189	17,000	189
Commodities	21,134	32,000	(10,866)
Capital Outlay	17,282	29,500	(12,218)
	<u>151,111</u>	<u>173,000</u>	<u>(21,889)</u>
Total Distribution			
Other:			
Sales Tax	85,721	72,000	13,721
Utility Deposit Interest	26	-	26
	<u>85,747</u>	<u>72,000</u>	<u>13,747</u>
Total Other			

**CITY OF STOCKTON  
Stockton, Kansas  
BUSINESS FUND**

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**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET  
Regulatory Basis  
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**ELECTRIC UTILITY FUND**

	<u>Actual</u>	<u>Budget</u>	Variance- Over (Under)
EXPENDITURES			
Operating Transfers:			
General Fund	\$ -	\$ 70,000	\$ (70,000)
Employee Benefit Fund	207,000	242,000	(35,000)
Electric Utility Depreciation Fund	<u>50,000</u>	<u>50,000</u>	<u>-</u>
Total Operating Transfers	<u>257,000</u>	<u>362,000</u>	<u>(105,000)</u>
Total Expenditures	<u>1,925,893</u>	<u>\$ 2,117,500</u>	<u>\$ (191,607)</u>
Receipts Over (Under) Expenditures	90,431		
UNENCUMBERED CASH, BEGINNING	<u>62,749</u>		
UNENCUMBERED CASH, ENDING	<u>\$ 153,180</u>		

**CITY OF STOCKTON**  
**Stockton, Kansas**  
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**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
**For The Year Ended December 31, 2017**

**WATER UTILITY FUND**

	Actual	Budget	Variance- Over (Under)
<b>RECEIPTS</b>			
Charges for Services	\$ 344,990	\$ 310,000	\$ 34,990
Water Usage Tax	1,479	-	1,479
Interest on Idle Funds	1,682	-	1,682
Miscellaneous	76,601	5,750	70,851
Sales Tax Receipts	169,982	170,000	(18)
Rent Income	7,142	-	7,142
	<u>601,876</u>	<u>\$ 485,750</u>	<u>\$ 116,126</u>
<b>EXPENDITURES</b>			
General Administration:			
Personal Services	\$ 7,595	\$ 7,300	\$ 295
Contractual Services	4,617	2,500	2,117
Commodities	480	500	(20)
Capital Outlay	8,870	500	8,370
	<u>21,562</u>	<u>10,800</u>	<u>10,762</u>
Production:			
Personal Services	57,883	51,000	6,883
Contractual Services	23,837	30,000	(6,163)
Commodities	-	5,000	(5,000)
Capital Outlay	-	1,000	(1,000)
	<u>81,720</u>	<u>87,000</u>	<u>(5,280)</u>
Distribution:			
Personal Services	61,758	56,450	5,308
Contractual Services	17,422	17,000	422
Commodities	5,497	15,000	(9,503)
Capital Outlay	-	248,500	(248,500)
	<u>84,677</u>	<u>336,950</u>	<u>(252,273)</u>
Treatment:			
Contractual Services	19,804	16,000	3,804
Commodities	116,425	120,000	(3,575)
Capital Outlay	1,000	-	1,000
	<u>137,229</u>	<u>136,000</u>	<u>1,229</u>

**CITY OF STOCKTON**  
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**BUSINESS FUND**

**Schedule 2-23**  
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**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**

**Regulatory Basis**

**For The Year Ended December 31, 2017**

**WATER UTILITY FUND**

	Actual	Budget	Variance- Over (Under)
EXPENDITURES			
Other:			
Utility Deposit Interest	\$ 9	\$ -	\$ 9
Cost of Issuance	68,361	-	68,361
General Obligation Bond Interest	150,560	150,560	-
General Obligation Bond Principal	54,000	54,000	-
	<u>272,930</u>	<u>204,560</u>	<u>68,370</u>
Total Other			
Operating Transfers:			
General Fund	53,000	53,000	-
Water Utility Depreciation Fund	25,000	25,000	-
Employee Benefit Fund	70,000	30,000	40,000
	<u>148,000</u>	<u>108,000</u>	<u>40,000</u>
Total Operating Transfers			
Total Expenditures	<u>746,118</u>	<u>\$ 883,310</u>	<u>\$ (137,192)</u>
Receipts Over (Under) Expenditures	(144,242)		
UNENCUMBERED CASH, BEGINNING	<u>459,954</u>		
UNENCUMBERED CASH, ENDING	<u>\$ 315,712</u>		



**CITY OF STOCKTON**  
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**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
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**For The Year Ended December 31, 2017**

**Schedule 2-24**

**SEWER MAINTENANCE UTILITY FUND**

	Actual	Budget	Variance- Over (Under)
RECEIPTS			
Charges for Services	\$ 328,741	\$ 320,000	\$ 8,741
Miscellaneous	-	400	(400)
Operating Transfers:			
Sewer Lagoon Project Fund	93	-	93
	<u>93</u>	<u>-</u>	<u>93</u>
Total Receipts	<u>328,834</u>	<u>\$ 320,400</u>	<u>\$ 8,434</u>
EXPENDITURES			
General Administration			
Personal Services	1,532	\$ 1,300	\$ 232
Contractual Services	4,339	1,300	3,039
Commodities	245	500	(255)
Capital Outlay	4,435	1,000	3,435
	<u>4,435</u>	<u>1,000</u>	<u>3,435</u>
Total General Administration	<u>10,551</u>	<u>4,100</u>	<u>6,451</u>
Distribution:			
Personal Services	20,923	16,350	4,573
Contractual Services	6,403	3,500	2,903
Commodities	3,543	3,500	43
Capital Outlay	1,000	290,000	(289,000)
	<u>1,000</u>	<u>290,000</u>	<u>(289,000)</u>
Total Distribution	<u>31,869</u>	<u>313,350</u>	<u>(281,481)</u>
Treatment:			
Contractual Services	30,997	35,000	(4,003)
Commodities	9,649	13,000	(3,351)
Capital Outlay	4,204	13,500	(9,296)
Loan Repayment	219,624	219,624	-
	<u>219,624</u>	<u>219,624</u>	<u>-</u>
Total Treatment	<u>264,474</u>	<u>281,124</u>	<u>(16,650)</u>
Operating Transfers:			
General Fund	38,000	38,000	-
Sewer Utility Depreciation Fund	10,000	10,000	-
Employee Benefit Fund	52,000	12,000	40,000
	<u>52,000</u>	<u>12,000</u>	<u>40,000</u>
Total Operating Transfers	<u>100,000</u>	<u>60,000</u>	<u>40,000</u>
Total Expenditures	<u>406,894</u>	<u>\$ 658,574</u>	<u>\$ (251,680)</u>
Receipts Over (Under) Expenditures	(78,060)		
UNENCUMBERED CASH, BEGINNING	<u>386,398</u>		
UNENCUMBERED CASH, ENDING	<u>\$ 308,338</u>		

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**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
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**Schedule 2-25**

**SOLOMON VALLEY MANOR FUND**

	Actual	Budget	Variance- Over (Under)
RECEIPTS			
Charges for Services	\$ 2,241,168	\$ 2,299,500	\$ (58,332)
Donations	423	1,000	(577)
Reimbursed Expense	3,422	-	3,422
Interest on Idle Funds	2,304	1,000	1,304
Miscellaneous Income	14,485	1,500	12,985
Sales Tax Receipt	84,991	84,000	991
	<u>2,346,793</u>	<u>\$ 2,387,000</u>	<u>\$ (40,207)</u>
Total Receipts			
EXPENDITURES			
Personal Services	1,250,147	\$ 1,400,000	\$ (149,853)
Contractual Services	192,839	180,000	12,839
Commodities	188,179	180,000	8,179
Capital Outlay	38,059	455,000	(416,941)
Employee Benefits	319,701	400,000	(80,299)
Workers Compensation	21,465	27,000	(5,535)
Miscellaneous	1,369	780	589
	<u>2,011,759</u>	<u>\$ 2,642,780</u>	<u>\$ (631,021)</u>
Total Expenditures			
Receipts Over (Under) Expenditures	335,034		
UNENCUMBERED CASH, BEGINNING	<u>599,621</u>		
UNENCUMBERED CASH, ENDING	<u>\$ 934,655</u>		

**CITY OF STOCKTON**  
**Stockton, Kansas**  
**BUSINESS FUND**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
**For The Year Ended December 31, 2017**

Schedule 2-26

**SOLID WASTE UTILITY FUND**

	Actual	Budget	Variance- Over (Under)
RECEIPTS			
Charges for Services	\$ 236,526	\$ 230,000	\$ 6,526
Sale of Equipment	30,501	-	30,501
Miscellaneous	1	500	(499)
	<u>267,028</u>	<u>\$ 230,500</u>	<u>\$ 36,528</u>
Total Receipts			
EXPENDITURES			
Administration:			
Personal Services	2,346	\$ 2,500	\$ (154)
Contractual Services	3,145	1,500	1,645
Capital Outlay	170	200	(30)
	<u>4,436</u>	<u>-</u>	<u>4,436</u>
Total Administration	<u>10,097</u>	<u>4,200</u>	<u>5,897</u>
Production:			
Personal Services	94,701	91,500	3,201
Contractual Services	46,376	55,000	(8,624)
Commodities	37,600	38,000	(400)
Capital Outlay	<u>45,918</u>	<u>65,943</u>	<u>(20,025)</u>
Total Production	<u>224,595</u>	<u>250,443</u>	<u>(25,848)</u>
Operating Transfers:			
General Fund	30,000	30,000	-
Employee Benefit Fund	<u>40,000</u>	<u>40,000</u>	<u>-</u>
Total Operating Transfers	<u>70,000</u>	<u>70,000</u>	<u>-</u>
Total Expenditures	<u>304,692</u>	<u>\$ 324,643</u>	<u>\$ (19,951)</u>
Receipts Over (Under) Expenditures	(37,664)		
UNENCUMBERED CASH, BEGINNING	<u>112,277</u>		
UNENCUMBERED CASH, ENDING	<u>\$ 74,613</u>		

**CITY OF STOCKTON**  
**Stockton, Kansas**  
**BUSINESS FUND**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
**For The Year Ended December 31, 2017**

**Schedule 2-27**

**STORMWATER MANAGEMENT UTILITY FUND**

	Actual	Budget	Variance- Over (Under)
RECEIPTS			
Charges for Services	\$ 14,119	\$ 14,000	\$ 119
EXPENDITURES			
Capital Outlay	-	\$ 15,000	\$ (15,000)
Operating Transfer: General Fund	26,000	26,000	-
Total Expenditures	26,000	\$ 41,000	\$ (15,000)
Receipts Over (Under) Expenditures	(11,881)		
UNENCUMBERED CASH, BEGINNING	31,525		
UNENCUMBERED CASH, ENDING	\$ 19,644		

**CITY OF STOCKTON**  
**Stockton, Kansas**  
**BUSINESS FUND**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES - ACTUAL AND BUDGET**  
**Regulatory Basis**  
**For The Year Ended December 31, 2017**

Schedule 2-28

**UTILITY DEPOSITS FUND**

	Actual	Budget	Variance- Over (Under)
RECEIPTS			
Utility Meter Deposits	\$ 5,750	\$ 6,450	\$ (700)
EXPENDITURES			
Refunds	5,400	\$ 19,620	\$ (14,220)
Receipts Over (Under) Expenditures	350		
UNENCUMBERED CASH, BEGINNING	8		
UNENCUMBERED CASH, ENDING	\$ 358		

**CITY OF STOCKTON**  
**Stockton, Kansas**  
**TRUST FUNDS**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES**  
**Regulatory Basis**  
**For The Year Ended December 31, 2017**

**Schedule 2-29**

**KELLER ESTATE MEMORIAL FUND**

	<u>Actual</u>
RECEIPTS	<u>\$ -</u>
EXPENDITURES	<u>-</u>
Receipts Over (Under) Expenditures	-
UNENCUMBERED CASH, BEGINNING	<u>5,000</u>
UNENCUMBERED CASH, ENDING	<u><u>\$ 5,000</u></u>

**CARL BROWN FUND**

RECEIPTS	<u>\$ -</u>
EXPENDITURES	<u>-</u>
Receipts Over (Under) Expenditures	-
UNENCUMBERED CASH, BEGINNING	<u>2,000</u>
UNENCUMBERED CASH, ENDING	<u><u>\$ 2,000</u></u>

**CITY OF STOCKTON**  
**Stockton, Kansas**  
**TRUST FUND**  
**SCHEDULE OF RECEIPTS AND EXPENDITURES**  
**Regulatory Basis**  
**For The Year Ended December 31, 2017**

**Schedule 2-30**

**D.A. HINDMAN TRUST FUND**

	<u>Actual</u>
RECEIPTS	<u>\$ -</u>
EXPENDITURES	<u>-</u>
Receipts Over (Under) Expenditures	-
UNENCUMBERED CASH, BEGINNING	<u>1,000</u>
UNENCUMBERED CASH, ENDING	<u><u>\$ 1,000</u></u>

**CITY OF STOCKTON**  
**Stockton, Kansas**  
**AGENCY FUNDS**  
**SUMMARY OF RECEIPTS AND DISBURSEMENTS**  
**Regulatory Basis**  
**For The Year Ended December 31, 2017**

**Schedule 3**

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
Stockton 125 Cafeteria ACH Fund	\$ 14,953	\$ 33,316	\$ 32,387	\$ 15,882
Federal Income Tax Withholding Fund	-	85,784	85,784	-
State Income Tax Withholding Fund	-	36,827	36,827	-
Payroll Clearing Fund	6,158	1,198,810	1,197,000	7,968
Food Pantry Fund	6	1,579	1,308	277
Municipal Court Bonds	-	3,100	2,900	200
Judicial Branch Education Fund	18	39	42	15
 Total Agency Funds	 \$ 21,135	 \$ 1,359,455	 \$ 1,356,248	 \$ 24,342